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IN THE HOUSE OF REPRESENTATIVES

HOUSE BILL NO. 115

BY HEALTH AND WELFARE COMMITTEE

AN ACT 1 RELATING TO HOSPITALS; AMENDING SECTION 39-1318, IDAHO CODE, TO REVISE 2 PROVISIONS REGARDING HOSPITAL BOARDS; AMENDING SECTION 39-1326, IDAHO 3 CODE, TO PROVIDE THAT A HOSPITAL TRUSTEE MAY NOT BE AN EMPLOYEE OF OR 4 5 HAVE AN OWNERSHIP INTEREST IN CERTAIN OTHER FACILITIES; AMENDING SEC-TION 39-1329, IDAHO CODE, TO PROVIDE THAT A VACANCY ON A HOSPITAL BOARD 6 WILL BE FILLED WITHIN NINETY DAYS; AND AMENDING SECTION 39-1330, IDAHO 7 CODE, TO REVISE TERMINOLOGY AND TO MAKE TECHNICAL CORRECTIONS. 8

9 Be It Enacted by the Legislature of the State of Idaho:

SECTION 1. That Section 39-1318, Idaho Code, be, and the same is hereby amended to read as follows:

39-1318. HOSPITAL BOARDS -- DUTY TO ACQUIRE, CONSTRUCT, IMPROVE, AND MAINTAIN, PUBLIC HOSPITALS AND MEDICAL CLINICS PROVIDE FACILITIES AND SERVICES. The betterment and protection of the public health and care of the sick and afflicted are hereby declared to be the established and permanent policy of the state of Idaho, the. The duty is hereby imposed upon the hospital boards provided for by this act of acquiring, constructing, improving, providing, and maintaining public hospitals or medical clinics within their districts facilities and services for the necessary care and treatment of persons requiring medical services.

SECTION 2. That Section 39-1326, Idaho Code, be, and the same is hereby amended to read as follows:

39-1326. BOARD OF TRUSTEES OF DISTRICT -- QUALIFICATIONS OF MEM-BERS. The board of trustees of such hospital district shall consist of seven (7) residents of the district who shall be elected or appointed as herein provided. Immediately following the establishment of a hospital district, the commissioners in the county in which the same is established shall appoint the seven (7) members of the first board, three (3) members to act until the first biennial election, two (2) until the second biennial election, and two (2) until the third biennial election, all of whom shall serve until the election and qualification of their successors. Upon a unanimous vote, the board of trustees may also appoint not more than two (2) additional members to serve as trustees for the purpose of obtaining necessary and specialized skills as determined by the board of trustees to assist board deliberations and decision-making. Members who are appointed by the board shall serve for a term not to exceed six (6) years. Such appointed board members shall serve at the pleasure of the board and may be removed with or without cause by a majority vote of the elected members of the board. Appointed board members shall have the same duties, oaths and obligations as elected board members;

provided however, that an appointed board member shall not be entitled to vote on any decision to levy a tax pursuant to this chapter.

No person shall be qualified to serve as a trustee of a district organized under the provisions of this chapter unless he or she $\frac{1}{2}$ a resident of the hospital district and a qualified elector of the state of Idaho. A trustee may not be an employee of, or have an ownership interest or investment in, another ambulatory surgery center, hospital, or health system.

SECTION 3. That Section 39-1329, Idaho Code, be, and the same is hereby amended to read as follows:

39-1329. MEETINGS -- QUORUM -- VACANCIES. The board shall meet regularly once each month at a time and place to be designated by the board. Special meetings may be held as often as the needs of the district require on notice to each member of the board. A majority of the members of the board shall constitute a quorum at any meeting. Any vacancy of an elected member on the board shall be filled by the remaining members or member of the board, the appointee to act until the next biennial election, when the vacancy shall be filled by election. If the board shall fail, neglect or refuse to fill any vacancy within thirty (30) ninety (90) days after the same occurs, the board of county commissioners of the county in which said district is situated shall fill such vacancy. In the case of a vacancy on the board of an appointed member, a majority of the board shall determine whether to fill the vacant position.

SECTION 4. That Section 39-1330, Idaho Code, be, and the same is hereby amended to read as follows:

39-1330. BIENNIAL ELECTION OF BOARD MEMBERS -- TERMS OF OFFICE. On the third Tuesday of May in the next odd-numbered calendar year after the organization of any district, and on the third Tuesday of May every second year thereafter, an election shall be held which shall be known as the biennial election of the district.

At the first biennial election in any district hereafter organized and each sixth year thereafter there shall be elected by the qualified electors of the district three (3) members of the board to serve for a term of six (6) years; at the second biennial election and each sixth year thereafter there shall be elected two (2) members of the board to serve for a term of six (6) years; at the third biennial election and each sixth year thereafter there shall be elected two (2) members of the board to serve for terms of six (6) years.

The county clerk shall provide for holding such elections and shall appoint judges to conduct it them; the county clerk shall give notice of election by publication and shall arrange such other details in connection therewith as the board may direct. The returns of the election shall be certified to and shall be canvassed and declared by the board of county commissioners. The candidate or candidates, according to the number of directors trustees to be elected, receiving the most votes shall be elected. Any new member of the board shall qualify in the same manner as members of the first board qualify.

In any election for <u>director trustee</u>, if after the deadline for filing a declaration of intent as a write-in candidate, it appears that only one (1) qualified candidate has been nominated for a <u>director's trustee's</u> position, it shall not be necessary for the candidate to stand for election, and the board of <u>directors trustees</u> of the district shall declare such candidate elected as a <u>director trustee</u>, and the secretary of the board of the district shall immediately make and deliver to such person a certificate of election.

For the purpose of achieving an orderly transition to a term of six (6) years and to hold trustee elections in odd-numbered years, the following schedule shall be followed:

- (a) For trustees elected in 2005, their terms shall expire in 2011 and the terms for each of those elected in 2011 shall be six (6) years and thereafter those terms shall be for six (6) years;
- (b) For trustees elected in 2006, their terms shall expire in 2013 and the terms for each of those elected in 2013 shall be six (6) years and thereafter those terms shall be for six (6) years;
- (c) For trustees elected in 2007, their terms shall expire in 2013 and the terms for each of those elected in 2013 shall be six (6) years and thereafter those terms shall be for six (6) years;
- (d) For trustees elected in 2008, their terms shall expire in 2015 and the terms for each of those elected in 2015 shall be six (6) years and thereafter those terms shall be for six (6) years;
- (e) For trustees elected in 2009, their terms shall expire in 2015 and the terms for each of those elected in 2015 shall be six (6) years and thereafter those terms shall be for six (6) years;
- (f) For trustees elected in 2010, their terms shall expire in 2017 and the terms for each of those elected in 2017 shall be six (6) years and thereafter those terms shall be for six (6) years.